

UNITED STATES BANKRUPTCY COURT  
FOR THE EASTERN DISTRICT OF MICHIGAN

TRANSMITTAL OF FINANCIAL REPORTS AND  
CERTIFICATION OF COMPLIANCE WITH  
UNITED STATES TRUSTEE OPERATING REQUIREMENTS FOR

THE PERIOD ENDED: MARCH 31, 2024

In re:

Case Number: 23-49817-mar

**RESIDENTS FIRST, LLC,**

Chapter 11

Debtor.

Hon. Mark A. Randon

As debtor in possession, I affirm:

1. That I have reviewed the financial statements attached hereto, consisting of:

<input type="checkbox"/> Operating Statement	(Form 2)
<input type="checkbox"/> Balance Sheet	(Form 3)
<input type="checkbox"/> Summary of Operations	(Form 4)
<input type="checkbox"/> Monthly Cash Statement	(Form 5)
<input type="checkbox"/> Statement of Compensation	(Form 6)
<input type="checkbox"/> Schedule of In-Force Insurance	(Form 7)

and that they have been prepared in accordance with normal and customary accounting practices, and fairly and accurately reflect the debtor's financial activity for the period stated;

2. That the insurance, including workers' compensation and unemployment insurance, as described in Section 5 of the Operating Instructions and Reporting Requirements For Chapter 11 Cases is in effect; and, (If not, attach a written explanation) YES ☒ NO ☐
3. That all post-petition taxes as described in Sections 9 of the Operating Instructions and Reporting Requirements For Chapter 11 cases are current. (If not, attach a written explanation) YES ☒ NO ☐
4. No professional fees (attorney, accountant, etc.) have been paid without specific court authorization. (If not, attach a written explanation) YES ☒ NO ☐
5. All United States Trustee Quarterly fees have been paid and are current. YES ☐ NO ☒
6. Have you filed your pre-petition tax returns. (If not, attach a written explanation) YES ☐ NO ☒

I hereby certify, under penalty of perjury, that the information provided above and in the attached documents is true and correct to the best of my information and belief.

Dated: APRIL 25, 2024

Debtor in Possession

MANAGING MEMBER  
Title

Phone

(248) 356-9900

Form 1

# Profit & Loss

Property: Residents First, LLC  
03/01/24 - 03/31/24 (accrual basis)

	Amount
<b>INCOME</b>	
4900.00 Community Reimbursements	29,914.59
4999.00 Asset & Mgmt Fees	64,376.90
<b>TOTAL INCOME</b>	<b>94,291.49</b>
<b>EXPENSE</b>	
6100.00 Management & Personnel	51,346.53
6200.00 On-Site Personnel	31,637.82
7300.00 Professional Fees	4,600.00
7310.00 Legal Fees	-6,975.00
7500.00 Travel & Entertainment	2,464.95
7600.00 Vehicle Expense	2,199.64
7700.00 Information Technology Exp	3,236.00
7800.00 Occupancy Expense	1,650.00
7900.00 General & Administrative	2,308.99
<b>TOTAL EXPENSE</b>	<b>92,468.93</b>
<b>CONTROLLABLE NOI</b>	<b>1,822.56</b>
<b>NON CONTROLLABLE EXPENSE</b>	
8100.00 Utilities	1,308.97
8300.00 Insurance	311.22
<b>TOTAL NON CONTROLLABLE EXPENSE</b>	<b>1,620.19</b>
<b>NOI</b>	<b>202.37</b>
<b>NON OPERATING EXPENSE</b>	
8900.00 Amortization & Depreciation	51.19
<b>TOTAL NON OPERATING EXPENSE</b>	<b>51.19</b>
<b>NET INCOME</b>	<b>151.18</b>

## NET INCOME SUMMARY

Income	94,291.49
Expense	-92,468.93
Controllable NOI	1,822.56
Non Controllable Expense	-1,620.19
Net Operating Income	202.37
Non Operating Expense	-51.19
<b>NET INCOME</b>	<b>151.18</b>

**OPERATING STATEMENT (P&L)**Period Ending: \_\_\_\_\_  
Case No: 23-49817-mar

	Current Month	Total Since Filing
Total Revenue/Sales	_____	_____
Cost of Sales	_____	_____
GROSS PROFIT	_____	_____
EXPENSES:		
Officer Compensation	_____	_____
Salary Expenses other Employees	_____	_____
Employee Benefits & Pensions	_____	_____
Payroll Taxes	_____	_____
Other Taxes	_____	_____
Rent and Lease Expense	_____	_____
Interest Expense	_____	_____
Insurance	_____	_____
Automobile and Truck Expense	_____	_____
Utilities (gas, electric, phone)	_____	_____
Depreciation	_____	_____
Travel and Entertainment	_____	_____
Repairs and Maintenance	_____	_____
Advertising	_____	_____
Supplies, Office Expense, etc.	_____	_____
Other Specify	_____	_____
Other Specify	_____	_____
TOTAL EXPENSES:	_____	_____
NET OPERATING PROFIT/(LOSS)	_____	_____
Add: Non-Operating Income:		
Interest Income	_____	_____
Other Income	_____	_____
Less: Non-Operating Expenses:		
Professional Fees	_____	_____
Other	_____	_____
NET INCOME/(LOSS)	_____	_____

Form 2

# Balance Sheet

Property: Residents First, LLC

As of 03/31/24 (accrual basis)

## ASSETS

Bank	
1050.00 Residents First	5,365.41
Total Bank	5,365.41
Accounts Receivable	
1100.00 Accounts Receivable	26,624.62
Total Accounts Receivable	26,624.62
Other Current Asset	
1300.00 Prepaid Expenses	27,232.01
Total Other Current Asset	27,232.01
Fixed Asset	
1500.00 Land, Buildings, Improve & Equip	92,402.67
1600.00 Accumulated Depr & Amort	-28,531.91
Total Fixed Asset	63,870.76
Other Asset	
1800.00 Notes Receivable	500.00
Total Other Asset	500.00
<b>TOTAL ASSETS</b>	<b>123,592.80</b>

## LIABILITIES & EQUITY

### Liabilities

Accounts Payable	
2000.00 Accounts Payable	529,326.31
Total Accounts Payable	529,326.31
Credit Card	
2010.00 Credit Card 9172 (Capital One - Residents First)	51,418.94
2022.04 Credit Card TIR Capital 0154 (CSB)	6,169.94
2091.02 Credit Card 5622 (Capital One - Ara)	7,351.62
Total Credit Card	64,940.50
Long Term Liability	
2950.00 Loans & Notes Payables	368,373.61
Total Long Term Liability	368,373.61
<b>Total Liabilities</b>	<b>962,640.42</b>

### Equity

3000.00 Net Income	-931.43
3001.00 Retained Earnings	-256,686.96
3010.00 Owner Distribution	-1,929,269.55
3020.00 Owner Contribution	1,347,840.32
<b>Total Equity</b>	<b>-839,047.62</b>

## TOTAL LIABILITIES & EQUITY

**123,592.80**



## BALANCE SHEET

Period Ending: \_\_\_\_\_

Case No: 23-49817-mar

	<u>Current Month</u>	<u>Prior Month</u>	<u>At Filing</u>
<b>ASSETS:</b>			
Cash:			
Inventory:			
Accounts Receivables:			
Insider Receivables			
Land and Buildings:			
Furniture, Fixtures & Equip:			
Accumulated Depreciation:			
Other:			
Other:			
<b>TOTAL ASSETS:</b>			
<b>LIABILITIES:</b>			
Post-petition Liabilities:			
Accounts Payable:			
Rent and Lease Payable:			
Wages and Salaries:			
Taxes Payable:			
Other:			
<b>TOTAL Post-petition Liabilities</b>			
Secured Liabilities:			
Subject to Post-petition			
Collateral or Financing Order			
All Other Secured Liabilities			
<b>TOTAL Secured Liabilities</b>			
Pre-petition Liabilities:			
Taxes & Other Priority Liabilities			
Unsecured Liabilities:			
Other:			
<b>TOTAL Pre-petition Liabilities</b>			
Equity:			
Owners Capital:			
Retained Earnings-Pre Petition.			
Retained Earnings-Post Petition.			
<b>TOTAL Equity:</b>			
<b>TOTAL LIABILITIES</b>			
<b>/AND EQUITY</b>			

Form 3

# SUMMARY OF OPERATIONS

Period Ended: MARCH 31, 2024

Case No: 23-49817-mar

## Schedule of Post-Petition Taxes Payable

	<u>Beginning Balance</u>	<u>Accrued/ Withheld</u>	<u>Payments/Deposits</u>	<u>Ending Balance</u>
Income Taxes Withheld:				
Federal:	<u>0</u>	<u>4,221.38</u>	<u>4,221.38</u>	<u>0</u>
State:	<u>0</u>	<u>1,829.75</u>	<u>1,829.75</u>	<u>0</u>
Local:	<u>0</u>	<u>19.19</u>	<u>19.19</u>	<u>0</u>
FICA Withheld:	<u>0</u>	<u>4,700.85</u>	<u>4,700.85</u>	<u>0</u>
Employers FICA:	<u>0</u>	<u>4,800.11</u>	<u>4,800.11</u>	<u>0</u>
Unemployment Tax:				
Federal:	<u>0</u>	<u>211.21</u>	<u>211.21</u>	<u>0</u>
State:	<u>0</u>	<u>1,245.45</u>	<u>1,245.45</u>	<u>0</u>
Sales, Use & Excise Taxes:				
Property Taxes:	<u>0</u>			
Workers' Compensation	<u>501.00</u>	<u>609.92</u>	<u>1,110.92</u>	<u>0</u>
Other:	<u>0</u>			
TOTALS:	<u>501.00</u>	<u>18,118.22</u>	<u>18,219.22</u>	<u>0</u>

## AGING OF ACCOUNTS RECEIVABLE AND POST-PETITION ACCOUNTS PAYABLE

Age in Days Post Petition	0-30	30-60	Over 60
Accounts Payable	<u>12,090.22</u>	<u>9,121.04</u>	<u>513,391.33</u>
Accounts Receivable			

For all post-petition accounts payable over 30 days old, please attach a sheet listing each such account, to whom the account is owed, the date the account was opened, and the reason for non-payment of the account.

Describe events or factors occurring during this reporting period materially affecting operations and formulation of a Plan of Reorganization:

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Form 4

# MONTHLY CASH STATEMENT

Period Ending: MARCH 31, 2004

Cash Activity Analysis (Cash Basis Only):

Case No: 23-49817-mar

	General Acct.	Payroll Acct.	Tax Acct.	Cash Coll. Acct.	Petty Cash Acct.
A. Beginning Balance	<u>1,544.14</u>		<u>100.00</u>		
B. Receipts (Attach separate schedule)	<u>98,598.51</u>		<u>0</u>		
C. Balance Available (A + B)	<u>100,042.71</u>		<u>100.00</u>		
D. Less Disbursements (Attach separate schedule)	<u>88,721.81</u>		<u>0</u>		
E. ENDING BALANCE (C - D)	<u>11,310.90</u>		<u>100.00</u>		

**ATTENTION: Please enter the TOTAL DISBURSEMENT from all your accounts, including cash and excluding transfers, onto the line below. This is the number that will determine your quarterly fee payment.** \$ 88,721.81

(PLEASE ATTACH COPIES OF MOST RECENT RECONCILED BANK STATEMENTS FROM EACH ACCOUNT)

General Account:

1. Depository Name & Location CITIZENS STATE BANK 38500 Woodward Royal Oak 48073
2. Account Number 560300

Payroll Account:

1. Depository Name & Location
2. Account Number

Tax Account:

1. Depository Name & Location CITIZENS STATE BANK 38500 Woodward Royal Oak 48073
2. Account Number 560892

Other monies on hand (specify type and location) i.e., CD's, bonds, etc.):

None

Date: 04-25-24

JA  
Debtor in Possession

Form 5



<b>Residents First</b>						
<b>Account Balance</b>						
Date	Beginning Balance	Deposit / Transfer	Disbursement	Ending Balance		Description
03/01/24	1,544.14			1,544.14		
03/04/24	1,544.14		960.68	583.46		401K Withdrawal
03/08/24	583.46		194.47	388.99		ADP Fees
03/08/24	388.99		501.00	-112.01		Workmans' Comp. Insurance
03/11/24	-112.01	307.34		195.33		Transfer from Twin Pines
03/11/24	195.33		30.00	165.33		Overdraft Fee
03/12/24	165.33	10,000.00		10,165.33		Transfer from RHS
03/14/24	10,165.33	28,894.58		39,059.91		Transfers from KB, TM & TP
03/14/24	39,059.91		1,825.89	37,234.02		Payroll Garnishment
03/14/24	37,234.02		7,784.02	29,450.00		Payroll Taxes
03/14/24	29,450.00		28,249.33	1,200.67		Payroll
03/19/24	1,200.67	7,500.00		8,700.67		Wire in from Resnick Law
03/19/24	8,700.67		10.00	8,690.67		Wire in Fee
03/19/24	8,690.67		835.34	7,855.33		401K Withdrawal
03/21/24	7,855.33	1,826.65		9,681.98		Transfer from RHS
03/22/24	9,681.98		127.92	9,554.06		ADP Fees
03/27/24	9,554.06	50,000.00		59,554.06		Transfer from Kingsbrook Estates
03/28/24	59,554.06		35.00	59,519.06		Wire out Fee
03/28/24	59,519.06		44,938.82	14,580.24		Payroll (Includes Taxes, Garnishment, 401K & Fees)
03/29/24	14,580.24		3,203.79	11,376.45		Interest Payment on HELOC
03/29/24	11,376.45		65.55	11,310.90		ADP Fees
03/31/24	11,310.90			11,310.90		
		98,528.57	88,761.81			

# MONTHLY STATEMENT OF INSIDER COMPENSATION/PAYMENTS

Period Ending: MARCH 31, 2024

Case No: 23-49817-mar

The following information is to be provided for each shareholder, officer, director, manager, insider, or owner that is employed by the debtor in possession. (Attach additional pages if necessary.)

Name: AAA ABRAKIAN

Capacity: ☒ Shareholder  
☐ Officer  
☐ Director  
☐ Insider

Detailed Description of Duties: OWNS AND MANAGES RESIDENTS FIRST

Current Compensation Paid: Weekly \_\_\_\_\_ or Monthly \$8,931.50

Current Benefits Paid: Weekly \_\_\_\_\_ or Monthly \_\_\_\_\_

Health Insurance	_____	<u>1312.19</u>
Life Insurance	_____	_____
Retirement	_____	_____
Company Vehicle	_____	<u>1,378.00</u>
Entertainment	_____	_____
Travel	_____	_____
Other Benefits (Auto Ins.)	_____	<u>234.15</u>
Total Benefits	_____	_____

Current Other Payments Paid: Weekly \_\_\_\_\_ or Monthly \_\_\_\_\_

Rent Paid	_____	_____
Loans	_____	_____
Other (Describe)	_____	_____
Other (Describe)	_____	_____
Other (Describe)	_____	_____
Total Other Payments	_____	_____

CURRENT TOTAL OF ALL PAYMENTS: Weekly \_\_\_\_\_ or Monthly \$12,863.04

Dated: 04-25-24

[Signature]  
Principal, Officer, Director, or Insider

Form 6

Monthly Statement of Insider Compensation / Payments						
March 2024						
Name	Scott Pistorius					
Detailed Description of Duties:	Senior Vice President in Charge of Overseeing Daily Operations & New Construction					
Monthly Compensation	15,000.00					
Health Insurance	633.00					
Company Vehicle	640.00					
Vehicle Insurance	180.00					
Current Total of all Payments	16,453.00					
Dated:						
				Principal, Officer, Director or Insider		

Period Ending: MARCH 31, 2021

[illegible]

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# CITIZENS STATE BANK

32500 Woodward Ave. • Royal Oak, MI 48073

**Statement Ending 03/31/2024**

Page 1 of 4

RETURN SERVICE REQUESTED

RESIDENTS FIRST LLC  
DEBTOR IN POSSESSION -GENERAL ACCOUNT  
23-49817-MAR  
217 PIERCE ST STE 209  
BIRMINGHAM MI 48009-6048



## Managing Your Accounts

	Bank Name	Royal Oak
	Mailing Address	32500 Woodward Ave Royal Oak, MI 48073
	Phone Number	248-833-6160
	Online Access	www.micsb.com



## Unlock your Retirement Dreams.

Are you ready to secure your financial future? Look no further than our High-Yield IRA Account, offering an impressive 5% interest rate! It's time to supercharge your retirement savings and watch your money grow.

\* Rates effective as of 1/8/2024. Rates are subject to change at any time without prior notice. Interest is calculated using the average daily balance method and compounds monthly. Citizens State Bank does not provide tax or legal advice. Please consult with your tax and legal advisors regarding your specific situation.



## Summary of Accounts

Account Type	Account Number	Ending Balance
Basic Business Checking	XXX0300	\$11,310.90





## Unlock your Retirement Dreams.

Are you ready to secure your financial future? Look no further than our High-Yield IRA Account, offering an impressive 5% Annual Percentage Yield! It's time to supercharge your retirement savings and watch your money grow.

Member  
FDIC

Earn  
**5%**  
Annual Percentage  
Yield



\* Rates effective as of 3/6/24. Rates are subject to change at any time without prior notice. Interest is calculated using the average daily balance method and compounds monthly. \*\* Citizens State Bank does not provide tax or legal advice. Please consult with your tax and legal advisors regarding your specific situation.

### Basic Business Checking-XXX0300

#### Account Summary

Date	Description	Amount	Description	Amount
03/01/2024	Beginning Balance	\$1,544.14	Minimum Balance	-\$112.01
	6 Credit(s) This Period	\$98,528.57		
	14 Debit(s) This Period	\$88,761.81		
03/31/2024	Ending Balance	\$11,310.90		

#### Account Activity

Post Date	Description	Debits	Credits	Balance
03/01/2024	Beginning Balance			\$1,544.14
03/04/2024	ACH Payment ADP 401k ADP 401k	\$960.68		\$583.46
03/08/2024	ACH Payment ADP PAYROLL FEES ADP FEES	\$194.47		\$388.99
03/08/2024	ACH Payment MARKEL MARKEL	\$501.00		-\$112.01
03/11/2024	Remote Deposit		\$307.34	\$195.33
03/11/2024	Overdraft Charge Item(s) Presented 03/08/2024	\$30.00		\$165.33
03/12/2024	Remote Deposit		\$10,000.00	\$10,165.33
03/14/2024	Deposit		\$28,894.58	\$39,059.91
03/14/2024	ACH Payment ADP WAGE GARN WAGE GARN	\$1,825.89		\$37,234.02
03/14/2024	ACH Payment ADP Tax ADP Tax	\$7,784.02		\$29,450.00
03/14/2024	ACH Payment ADP WAGE PAY WAGE PAY	\$28,249.33		\$1,200.67
03/19/2024	WIRE IN RESNICK LAW, P.C. IOLTA TRUST Wires		\$7,500.00	\$8,700.67
03/19/2024	Wire Transfer Fee RESNICK LAW, P.C. IOLTA TRUST Wires	\$10.00		\$8,690.67
03/19/2024	ACH Payment ADP 401k ADP 401k	\$835.34		\$7,855.33
03/21/2024	Remote Deposit		\$1,826.65	\$9,681.98
03/22/2024	ACH Payment ADP PAYROLL FEES ADP FEES	\$127.92		\$9,554.06
03/27/2024	Deposit		\$50,000.00	\$59,554.06
03/28/2024	Wire Transfer Fee TRION SOLUTIONS II INC Wires	\$35.00		\$59,519.06
03/28/2024	Wire Out TRION SOLUTIONS II INC Wires	\$44,938.82		\$14,580.24
03/29/2024	Online Transfer W/D INTERNET XFR TO New Regula XXXXXX2419 Intere	\$3,203.79		\$11,376.45
03/29/2024	ACH Payment ADP PAYROLL FEES ADP FEES	\$65.55		\$11,310.90
03/31/2024	Ending Balance			\$11,310.90





# CITIZENS STATE BANK

32500 Woodward Ave. • Royal Oak, MI 48073

RETURN SERVICE REQUESTED

RESIDENTS FIRST LLC  
DEBTOR IN POSSESSION-TAX ACCOUNT  
23-49817-MAR  
217 PIERCE ST STE 209  
BIRMINGHAM MI 48009-6048



Statement Ending 03/31/2024

Page 1 of 4

## Managing Your Accounts

	Bank Name	Royal Oak
	Mailing Address	32500 Woodward Ave Royal Oak, MI 48073
	Phone Number	248-833-6160
	Online Access	www.micsb.com

## Unlock your Retirement Dreams.

Are you ready to secure your financial future? Look no further than our High-Yield IRA Account, offering an impressive 5% interest rate! It's time to supercharge your retirement savings and watch your money grow.

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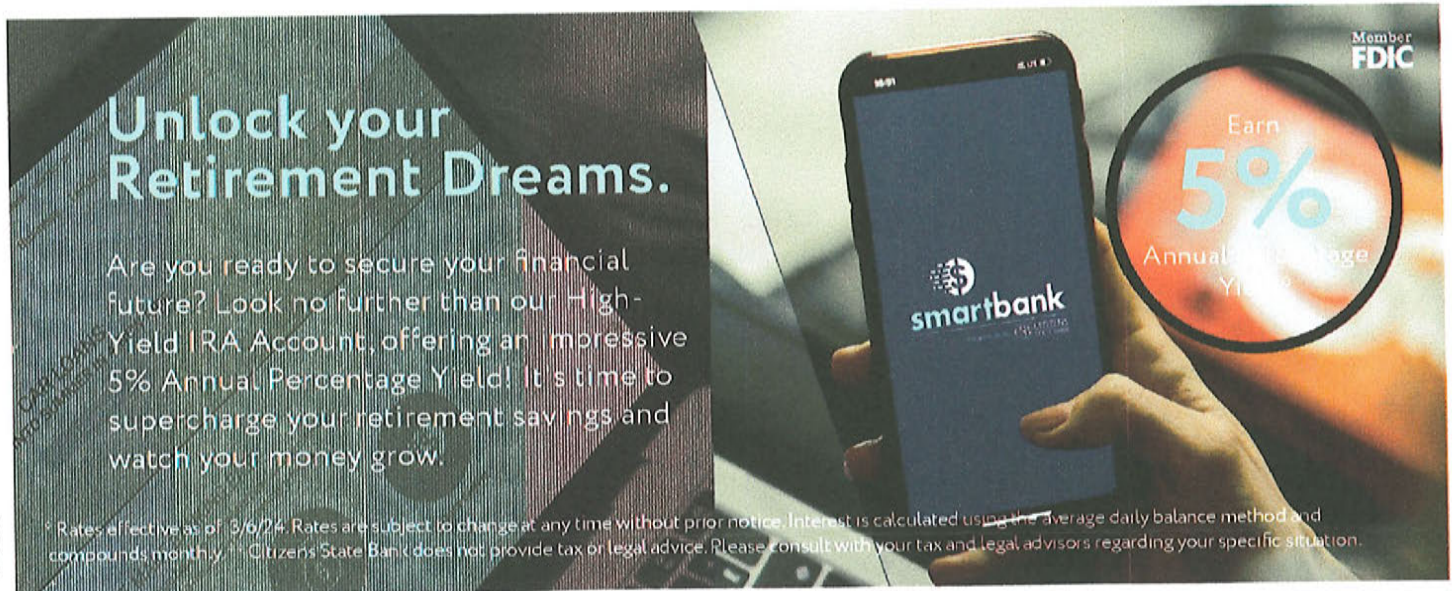


## Summary of Accounts

Account Type	Account Number	Ending Balance
Basic Business Checking	XXX0292	\$100.00







**Unlock your Retirement Dreams.**

Are you ready to secure your financial future? Look no further than our High-Yield IRA Account, offering an impressive 5% Annual Percentage Yield! It's time to supercharge your retirement savings and watch your money grow.

**Member FDIC**

**Earn 5% Annual Percentage Yield**

**smartbank**

\* Rates effective as of 3/6/24. Rates are subject to change at any time without prior notice. Interest is calculated using the average daily balance method and compounds monthly. \*\* Citizens State Bank does not provide tax or legal advice. Please consult with your tax and legal advisors regarding your specific situation.

## Basic Business Checking-XXX0292

### Account Summary

Date	Description	Amount	Description	Amount
03/01/2024	Beginning Balance	\$100.00	Minimum Balance	\$100.00
	0 Credit(s) This Period	\$0.00		
	0 Debit(s) This Period	\$0.00		
03/31/2024	Ending Balance	\$100.00		

### Account Activity

Post Date	Description	Debits	Credits	Balance
03/01/2024	Beginning Balance			\$100.00
	No activity this statement period			
03/31/2024	Ending Balance			\$100.00

### Overdraft and Returned Item Fees

	Total for this period	Total year-to-date
Total Overdraft Fees	\$0.00	\$0.00
Total Returned Item Fees	\$0.00	\$0.00